
Tobin & Co.

Green Lake Township

Grand Traverse County, Michigan

Audit Report

For the Year Ended June 30, 2008

Auditing Procedures Report

Instructions and MuniCodes

*=Required Fields

Reset Form

Issued under Public Act 2 of 1968, as amended. (V1.07)

Unit Name*	Green Lake Township	County*	Grand Traverse	Type*	Township	MuniCode*	
Opinion Date-Use Calendar*	11/24/08	Audit Submitted-Use Calendar*		Fiscal Year End Month*	June	Fiscal Year*	2008

If a local unit of government (authorities & commissions included) is operating within the boundaries of the audited entity and is NOT included in this or any other audit report, nor do they obtain a stand-alone audit, enclose the name(s), address(es), and a description(s) of the authority and/or commission.

Place a check next to each "Yes" or non-applicable question below. Questions left unmarked should be those you wish to answer "No."

<input checked="" type="checkbox"/>	1. Are all required component units/funds/agencies of the local unit included in the financial statements and/or disclosed in the reporting entity notes to the financial statements?
<input type="checkbox"/>	2. Does the local unit have a positive fund balance in all of its unreserved fund balances/unrestricted net assets?
<input type="checkbox"/>	3. Were the local unit's actual expenditures within the amounts authorized in the budget?
<input checked="" type="checkbox"/>	4. Is this unit in compliance with the Uniform Chart of Accounts issued by the Department of Treasury?
<input checked="" type="checkbox"/>	5. Did the local unit adopt a budget for all required funds?
<input checked="" type="checkbox"/>	6. Was a public hearing on the budget held in accordance with State statute?
<input checked="" type="checkbox"/>	7. Is the local unit in compliance with the Revised Municipal Finance Act, an order issued under the Emergency Municipal Loan Act, and other guidance as issued by the Local Audit and Finance Division?
<input checked="" type="checkbox"/>	8. Has the local unit distributed tax revenues, that were collected for another taxing unit, timely as required by the general property tax act?
<input checked="" type="checkbox"/>	9. Do all deposits/investments comply with statutory requirements including the adoption of an investment policy?
<input checked="" type="checkbox"/>	10. Is the local unit free of illegal or unauthorized expenditures that came to your attention as defined in the Bulletin for Audits of Local Units of Government in Michigan, as revised (see Appendix H of Bulletin)?
<input checked="" type="checkbox"/>	11. Is the unit free of any indications of fraud or illegal acts that came to your attention during the course of audit that have not been previously communicated to the Local Audit and Finance Division? (If there is such activity, please submit a separate report under separate cover.)
<input checked="" type="checkbox"/>	12. Is the local unit free of repeated reported deficiencies from previous years?
<input checked="" type="checkbox"/>	13. Is the audit opinion unqualified?
	14. If not, what type of opinion is it? NA
<input checked="" type="checkbox"/>	15. Has the local unit complied with GASB 34 and other generally accepted accounting principles (GAAP)?
<input checked="" type="checkbox"/>	16. Has the board or council approved all disbursements prior to payment as required by charter or statute?
<input checked="" type="checkbox"/>	17. To your knowledge, were the bank reconciliations that were reviewed performed timely?
<input checked="" type="checkbox"/>	18. Are there reported deficiencies?
<input checked="" type="checkbox"/>	19. If so, was it attached to the audit report?

General Fund Revenue:	<input type="checkbox"/>	681,162
General Fund Expenditure:	<input type="checkbox"/>	639,338
Major Fund Deficit Amount:	\$	0.00

General Fund Balance:	<input type="checkbox"/>	311,121
Governmental Activities Long-Term Debt (see instructions):	<input type="checkbox"/>	405886

We affirm that we are certified public accountants (CPA) licensed to practice in Michigan. We further affirm the above responses have been disclosed in the financial statements, including the notes, or in the Management Letter (reported deviations).

CPA (First Name)*	DAVID	Last Name*	BASLER	Ten Digit License Number*	1101013418
CPA Street Address*	400 E. Eighth St.	City*	Traverse City	State*	MI
CPA Firm Name*	Robin & Co., PC	Unit's Street Address*		Zip Code*	49686
		Unit's City*		Telephone*	231 947-0151
				Unit's Zip*	

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INTRODUCTORY SECTION

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Comments and Recommendations

We have audited the basic financial statements and the individual fund financial statements of Green Lake Township, Grand Traverse County, for the year ended June 30, 2008 and have issued our report thereon. As part of our examination, we made a study and evaluation of the Township's system of internal accounting control to the extent we considered necessary to evaluate the system as required by generally accepted auditing standards. The purpose of our study and evaluation was to determine the nature, timing and extent of the auditing procedures necessary for expressing an opinion on the Township's financial statements. Our study and evaluation was more limited than would be necessary to express an opinion on the system of internal accounting control taken as a whole.

Our study and evaluation made for the limited purpose described above would not necessarily disclose all material weaknesses in the system. Accordingly, we do not express an opinion on the system of internal control of Green Lake Township taken as a whole. As a result of our examination, we respectfully submit the following comments and recommendations.

General

Records were maintained in very good condition by your Clerk and Treasurer. Recorded revenues were deposited intact, journals and ledgers were properly posted, Board minutes were maintained in proper order, and supporting documents and follow-up procedures appeared to be in very good order. The efforts of these officials for 2007-2008 are commendable.

Budgets and Procedures

The Township prepared and formally adopted budgets for its General and Special Revenue Funds. During the audit year, six activities of the various funds overexpended their budgeted expenditures without formal Board amendments as required by law. See Note 2, C in the Notes to the Financial Statements.

Fire Fund

This fund, presented in Schedule 2, is used to account for a 1.3725 mil levy for fire protection and ambulance service. Revenue for the year consisted of property taxes, charges for services, and interest and rents. Revenues and net operating transfers exceeded expenditures by \$53,943. The fund balance at June 30, 2008 was \$357,575.

Village of Interlochen Special Assessment Fund

This fund, presented in Schedule 3, is used to account for a special assessment to construct and repay debt for Township road improvements. Revenues consisted of \$36,720 of special assessments and \$566 of earned interest. Expenditures exceeded revenues by \$893 and the fund balance at June 30, 2008 was \$17,637.

Capital Improvement Fund

This fund is used to set aside monies for Township capital improvements. As reflected in Schedule 4, revenues for the year consisted of earned interest of \$17,725. Expenditures consisted of a capital outlay of \$2,592. The fund balance at June 30, 2008 was \$423,861.

Property Tax Collections

2007 property taxes collected were substantially all distributed to taxing units prior to the end of the fiscal year. This function was handled in an excellent manner by the Treasurer. Schedules 7 and 8 reflect the amount levied, collected, and returned delinquent for the 2007 property tax levy.

Insurance and Surety Bond Coverage

Records reflect that the Township is insured through Municipal Underwriters of Michigan and has such coverage as fire and extended coverage, general and auto liability, equipment, errors and omissions, crime and workmen's compensation. Coverage was reviewed during the audit year. The Clerk, Treasurer, Deputy Clerk, Deputy Treasurer, and Supervisor have surety bond coverage, and there is a blanket bond covering all other employees.

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Comments and Recommendations

Payroll Procedures

Payroll withholding procedures were properly performed during the audit year and employees received Forms W-2 for the calendar year 2007.

Other Data

We noted the use of daily interest bearing depository accounts by the Treasurer. This practice resulted in earned interest of over \$54,000 for the audit year. Efforts of the Treasurer and other officials in this important area are commendable.

After completion of our audit, we will submit the necessary copies of our report to the State Department of Treasury.

We again commend the Clerk and Treasurer for the condition of the Township records. We also appreciate the courtesy extended our field examiners in the conduct of this audit.

Your confidence is respected. Please contact us if questions arise or assistance is needed.

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FINANCIAL SECTION

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REPORT OF INDEPENDENT AUDITOR

To the Township Board
Green Lake Township
Grand Traverse County
Interlochen, Michigan 49646

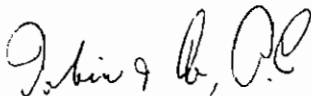
We have audited the accompanying financial statements of the governmental activities and each major fund of Green Lake Township as of and for the year ended June 30, 2008, which collectively comprise the Township's basis financial statements as listed in the Table of Contents. These financial statements are the responsibility of the Township's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the basic financial statements referred to above present fairly in all material respects, the respective financial position of the governmental activities and each major fund of Green Lake Township at June 30, 2008, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Management's Discussion and Analysis are not a required part of the basic financial statements, but are supplementary information required by the GASB. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The schedules listed in the Table of Contents are presented for the purposes of additional analysis and are not a required part of the basic financial statements of Green Lake Township. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects in relation to the basic financial statements taken as a whole.



TOBIN & CO., P.C.
Certified Public Accountants
November 24, 2008

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GREEN LAKE TOWNSHIP MANAGEMENT'S DISCUSSION AND ANALYSIS

As the Township Board of the Green Lake Township, Grand Traverse County, we offer readers of the Township's financial statements this narrative overview and analysis of the financial activities of Green Lake Township for the fiscal year ended June 30, 2008.

The Green Lake Township's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information, in addition to the basic financial statements themselves.

Financial Highlights

The assets of Green Lake Township exceeded its liabilities at the close of the most recent fiscal year by \$2,270,407. Of this amount, \$1,743,452 may be used to meet the Township's ongoing obligations to citizens and creditors.

As of the close of the current fiscal year, Township's governmental funds reported combined ending fund balances of \$1,298,758, an increase of \$74,393 in comparison with the prior year.

At the end of the current fiscal year, unrestricted fund balance for the general fund was \$305,579, or 48% of total general fund expenditures.

The Township's total long-term debt decreased by \$15,355 during the current fiscal year.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Township's finances, in a manner similar to a private-sector business.

Both of the government-wide financial statements show functions of the Township that are principally supported by taxes and intergovernmental revenues (**governmental activities**). The governmental activities of the Township include: General Government, Public Safety, Road Projects, Parks and Recreation, and Township improvements. Green Lake Township does not have any business-type activities (examples would include water and sewer, golf courses, etc.).

Statement of Governmental Net Assets:

Net assets may serve over time as a useful indicator of a government's financial position. In the case of Green Lake Township, assets exceeded liabilities by \$2,270,407 at the close of the most recent fiscal year.

A significant portion of the Township's net assets, \$526,955 or 23 percent of the total reflects its investment in capital and intangible assets. Green Lake Township capital assets include the Township hall and fire and rescue barn located on 10th Street, library building and meeting hall located on Riley Road, an airport and park on M-137, as well as a cemetery and other land parcels. Capital assets also include an ambulance as well as other furniture and equipment. Intangible assets include recent road improvements of county maintained roads. The Township used these capital assets to provide services to citizens; consequently, these assets are not available for future spending. The Township's investment in its capital assets has been made over the past several years. There is outstanding debt related to the Village Roads improvement project.

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Statement of Township's Net Assets

	<u>Governmental Activities and Total</u>	
	<u>June 30, 2008</u>	<u>June 30, 2007</u>
Current and Other Assets	\$ 1,345,473	\$ 1,311,161
Non-Current Receivables	444,694	369,341
Capital Assets	509,998	477,605
Intangible Assets	<u>422,843</u>	<u>429,046</u>
Total Assets	2,723,008	2,587,153
Long-term Liabilities	405,886	421,241
Other Liabilities	<u>46,715</u>	<u>21,014</u>
Total Liabilities	452,601	442,255
Net Assets:		
Investment in Capital Assets	526,955	485,410
Restricted for:		
Emergency Services	357,575	303,631
Village Roads	407,916	424,831
Capital Improvements	423,861	398,728
Non-Major Fund Activities	248,521	257,943
Unrestricted	<u>305,579</u>	<u>274,355</u>
Total Net Assets	<u>\$ 2,270,407</u>	<u>\$ 2,144,898</u>

A portion of the Township's net assets (63 percent) represents resources that are subject to external restrictions on how they may be used (Roads, Fire and Rescue, Parks and Recreation, Capital Improvement). The remaining balance of unrestricted net assets, \$305,579, may be used to meet the Township's ongoing general obligations to citizens and creditors.

At the end of the current fiscal year, the Township is able to report positive balances for the government as a whole, as well as for its separate governmental activities and funds, except three special assessments, to which the general fund has lent startup monies.

Statement of Governmental Activities:

Governmental activities increased the Township's net assets by \$25,509, accounting for a 5.85 percent growth in the net assets of the Township.

Statement of Township's Activities

	<u>Governmental Activities and Total</u>	
	<u>June 30, 2008</u>	<u>June 30, 2007</u>
Program Revenues:		
Charges for Services	\$ 125,091	\$ 94,921
Operating Grants and Contributions	13,950	11,969
General Revenues:		
Property Taxes	517,178	491,910
State Shared Revenues	342,887	343,419
Unrestricted Investment Earnings	54,155	65,754
Miscellaneous	<u>167,679</u>	<u>89,308</u>
Total Revenues	1,220,940	1,097,281
Program Expenses:		
Legislative	284,438	115,675
General Government	228,807	374,367
Public Safety	467,895	445,570
Public Works	39,775	32,673
Recreation and Culture	54,592	55,879
Interest on Debt	<u>19,924</u>	<u>20,618</u>
Total Expenses	1,095,431	1,044,782
Change in Net Assets	<u>\$ 125,509</u>	<u>\$ 52,499</u>

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Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Green Lake Township, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Green Lake Township are categorized as governmental funds.

Green Lake Township maintains fifteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Fire Fund, Village of Interlochen Fund, and Capital Improvement Fund, which are considered to be major funds.

The Township adopts an annual appropriated budget for its general fund and special revenue funds.

Governmental Funds

As of the end of the current fiscal year, the Township's governmental funds reported combined ending fund balances of \$1,298,758, an increase of \$74,393 in comparison with the prior year. \$1,245,758 constitutes unrestricted fund balance, which is available for spending at the Township's discretion.

All Township government activities are included in fifteen funds that Green Lake Township maintains. The General Fund is used for normal governmental activities such as, paying employees, running election, zoning activities, office supplies, and others.

Statement of Township's Governmental Funds Fund Balances 2008

	<u>General</u>	<u>Fire</u>	<u>Village of Interlochen</u>	<u>Capital Improvement</u>	<u>Combined Non-Major</u>	<u>Total</u>
Assets						
Cash in Bank	\$ 95,330	\$ 318,324	\$ 17,637	\$ 151,325	\$ 274,981	\$ 857,597
Investments	102,044	-	-	272,536	-	374,580
Receivables	148,669	40,174	390,279	-	56,641	635,763
Prepaid Expenses	<u>10,315</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,315</u>
Total Assets	<u>\$ 356,358</u>	<u>\$ 358,498</u>	<u>\$ 407,916</u>	<u>\$ 423,861</u>	<u>\$ 331,622</u>	<u>\$ 1,878,255</u>
Liabilities:						
Payables	\$ 45,237	\$ 923	\$ -	\$ -	\$ 88,643	\$ 134,803
Deferred Revenue	<u>-</u>	<u>-</u>	<u>390,279</u>	<u>-</u>	<u>54,415</u>	<u>444,694</u>
Total Liabilities	<u>45,237</u>	<u>923</u>	<u>390,279</u>	<u>-</u>	<u>143,058</u>	<u>579,497</u>
Fund Balances:						
Restricted Balances	5,542	-	-	-	47,458	53,000
Unrestricted Balances	<u>305,579</u>	<u>357,575</u>	<u>17,637</u>	<u>423,861</u>	<u>141,106</u>	<u>1,245,758</u>
Total Fund Balances	<u>311,121</u>	<u>357,575</u>	<u>17,637</u>	<u>423,861</u>	<u>188,564</u>	<u>1,298,758</u>
Total Liabilities and Fund Balance	<u>\$ 356,358</u>	<u>\$ 358,498</u>	<u>\$ 407,916</u>	<u>\$ 423,861</u>	<u>\$ 331,622</u>	<u>\$ 1,878,255</u>

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Statement of Township's Governmental Funds Fund Balances 2007

	General	Fire	Village of Interlochen	Capital Improvement	Combined Non-Major	Total
Assets:						
Cash in Bank	\$ 115,151	\$ 305,687	\$ 18,530	\$ 138,065	\$ 214,558	\$ 791,991
Investments	97,999	-	-	260,663	-	358,662
Receivables	69,848	-	406,301	-	59,385	535,534
Prepaid Expenses	10,315	-	-	-	-	10,315
Total Assets	\$ 293,313	\$ 305,687	\$ 424,831	\$ 398,728	\$ 273,943	\$ 1,696,502
Liabilities:						
Payables	\$ 18,958	\$ 2,056	\$ -	\$ -	\$ 16,000	\$ 37,014
Deferred Revenue	-	-	406,301	-	28,821	435,122
Total Liabilities	18,958	2,056	406,301	-	44,821	472,136
Fund Balances:						
Unrestricted Balances	\$ 274,355	\$ 303,631	\$ 18,530	\$ 398,728	\$ 229,122	\$ 1,224,366

Statement of Township's Governmental Funds Revenues & Expenditures 2008

	General	Fire	Village of Interlochen	Capital Improvement	Combined Non-Major	Total
Revenues						
Grants and Charges	\$ 63,633	\$ 60,858	\$ -	\$ -	\$ 12,660	\$ 137,151
Property Taxes	177,837	339,341	-	-	-	517,178
State Shared Revenues	342,887	-	-	-	-	342,887
Investment Earnings	19,812	9,662	566	17,725	6,390	54,155
Other Income	76,993	920	36,720	-	45,366	159,999
Total Revenues	681,162	410,781	37,286	17,725	64,416	1,211,370
Program Expenses						
Legislative	284,438	-	-	-	-	284,438
General Government	216,241	-	-	-	-	216,241
Public Safety	76,610	379,401	-	-	-	456,011
Public Works	8,222	-	-	-	5,489	13,711
Recreation and Culture	49,439	-	-	-	110	49,549
Capital Outlay	4,388	-	2,900	2,592	71,868	81,748
Debt Service	-	-	35,279	-	-	35,279
Total Expenses	639,338	379,401	38,179	2,592	77,467	1,136,977
Excess Revenues (Expenditures)	41,824	31,380	(893)	15,133	(13,051)	74,393
Other Financing Sources (Uses)						
Operating Transfers In	5,542	30,563	-	10,000	8,600	54,705
Operating Transfers (Out)	(10,600)	(8,000)	-	-	(36,105)	(54,705)
Total	(5,058)	22,563	-	10,000	(27,505)	-
Excess Revenues (Expenditures) and Other Financing Sources (Uses)	36,766	53,943	(893)	25,133	(40,556)	74,393
Fund Balance – Start of Year	274,355	303,632	18,530	398,728	229,120	1,224,365
Fund Balance – End of Year	\$ 311,121	\$ 357,575	\$ 17,637	\$ 423,861	\$ 188,564	\$ 1,298,758

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Statement of Township's Governmental Funds Revenues & Expenditures 2007

	General	Fire	Village of Interlochen	Capital Improvement	Combined Non-Major	Total
Revenues						
Grants and Charges	\$ 57,255	\$ -	\$ -	\$ -	\$ 40,274	\$ 97,529
Property Taxes	172,854	319,056	-	-	-	491,910
State Shared Revenues	343,419	-	-	-	-	343,419
Investment Earnings	23,424	12,055	1,504	23,285	5,486	65,754
Other Income	74,588	-	49,489	-	27,036	151,113
Total Revenues	<u>671,540</u>	<u>331,111</u>	<u>50,993</u>	<u>23,285</u>	<u>72,796</u>	<u>1,149,725</u>
Program Expenses						
Legislative	115,020	-	-	-	-	115,020
General Government	370,878	-	-	-	-	370,878
Public Safety	102,972	302,954	-	-	27,760	433,686
Public Works	6,014	-	-	-	1,660	7,674
Recreation and Culture	50,620	-	-	-	216	50,836
Capital Outlay	655	-	1,961	104,900	15,116	122,632
Debt Service	-	-	35,279	-	-	35,279
Total Expenses	<u>646,159</u>	<u>302,954</u>	<u>37,240</u>	<u>104,900</u>	<u>44,752</u>	<u>1,136,005</u>
Excess Revenues (Expenditures)	<u>25,381</u>	<u>28,157</u>	<u>13,753</u>	<u>(81,615)</u>	<u>28,044</u>	<u>13,720</u>
Other Financing Sources (Uses)						
Operating Transfers In	37,052	-	-	10,000	600	47,652
Operating Transfers (Out)	(10,600)	-	(37,052)	-	-	(47,652)
Total	<u>26,452</u>	<u>-</u>	<u>(37,052)</u>	<u>10,000</u>	<u>600</u>	<u>-</u>
Excess Revenues (Expenditures) and Other Financing Sources (Uses)	<u>51,833</u>	<u>28,157</u>	<u>(23,299)</u>	<u>(71,615)</u>	<u>28,644</u>	<u>13,720</u>
Fund Balance – Start of Year	<u>222,522</u>	<u>275,474</u>	<u>41,829</u>	<u>470,343</u>	<u>200,478</u>	<u>1,210,646</u>
Fund Balance – End of Year	<u>\$ 274,355</u>	<u>\$ 303,631</u>	<u>\$ 18,530</u>	<u>\$ 398,728</u>	<u>\$ 229,122</u>	<u>\$ 1,224,366</u>

Notes to the Financial Statements

Notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

General Fund – Analysis and Highlights

General Overview of the Accomplishments of the Township of Green Lake in the 2007-2008 Fiscal Year:

The Township Board established the following special assessment districts: 1) Pave Lake Ave. with a loan of \$65,000 from the General Fund. 2) Strawberry Point land purchase with a loan of \$55,000 from the General Fund. 3) Strawberry Point sewer construction project \$231,000 with a 10 year bond from Traverse City State Bank.

The Township Board established and adopted a Village Improvement District (DDA/TIF).

The Township Board worked on the purchase of adjacent property from the Bible Church for future expansion of the Township Fire/EMS.

The Township of Green Lake held twelve regular board meetings, and two special meetings.

The Planning Commission held eleven regular meetings, and thirteen public hearings.

The Zoning Board of Appeals Board met six times.

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The Board of Review met five days -- one in February, two in March, one in July and one in December.

Buds Sandwich and Ice Cream Shop opened for business , estimated \$1,200,000 value.

Phase #1 of the Tom's PUD began construction, estimated \$5,000,000 value.

One hundred twenty-three land use permits and six special use permits were issued.

Fire Fund – Analysis and Highlights

Operations began staffing 24 hours a day seven days a week.

Capital Improvement Fund – Analysis and Highlights

The Township Board through its Building Committee continued future building plans.

Capital Asset and Debt Administration

At the end of the 2007-2008 fiscal year, Green Lake Township has invested in a broad range of capital assets, including the Township Hall, Fire and Ambulance Departments, Township Library/Golden Fellowship Hall facility, and the Green Lake Township Memorial Park. Also listed as assets are an Accu-vote voting system and various technological equipment items.

Capital Assets

The Township's investment in capital assets for its governmental activities as of June 30, 2008, amounts to \$832,044 less accumulated depreciation of \$322,046 for a total capital asset value of \$509,998. All of our government funds report capital outlays as expenditures. However, the cost of the assets is allocated over their useful life.

The Township's investment in intangible assets for the governmental activities amounts to \$480,250 less accumulated amortization of \$57,407 for a total of intangible assets of \$422,843.

This year the amount by which capital outlays exceeded depreciation, amortization and loss on disposal of assets was \$26,191.

Cash Assets

At the end of the current fiscal year, the Township had \$1,239,841 in cash and other spendable assets. Of this amount, \$1,229,058 (99 percent) was receiving interest or dividends. The Township is limited by State law in how it can invest these funds.

Long-term Debt

At the end of the current fiscal year, the Township had \$405,886 of bonded special assessment debt.

Pension Plan

Full-time township employees and elected officials qualify to join our pension plan. The Township makes contributions equal to approximately 10 percent of each employee's wage to Municipal Retirement Systems, Inc. on behalf of the opted employee. This is an expensed item in the budget and totaled \$30,851 for the fiscal year. Township employees may also defer wages, contributing to an IRS Code Section 457 plan.

Currently Known Facts, Decisions, or Conditions Affecting Future Years

Economic Factors and Next Year's Budgets and Rates:

Green Lake Township's 2008-2009 budget calls for voted millage of 0.7096 mills for the General Fund, 1.3725 mil levy for the Fire EMS Department General Operating and both are subject to the Headlee Rollback. Monies generated by these millages go to provide State mandated services, the services of our Fire Department and Ambulance service; a yearly trash collection, as well as grass and leaf composting site, Township Library, secretarial services and maintenance and custodial services.

The above can be accomplished by voted millage and the growth in our tax base. Because of the impact of Proposal A, however, the Township needs to continue to watch its budget very closely. The state-wide tax reform act limits growth in taxable value by less than inflation. The mathematical result of this is that the total taxable value of the Township will grow by less than inflation, before considering new property additions.

Tobin & Co.

Requests for Information

This financial report is designed to provide our citizens, taxpayers, customers and investors with a general overview of Green Lake Township's finances and to show the Township's accountability for the money it receives. If you have questions about this report or need additional financial information, we welcome you to contact the Clerk's office at (231) 276-9329.

Tobin & Co.

Green Lake Township Statement of Net Assets June 30, 2008

	<u>Primary Government</u> <u>Governmental</u> <u>Activities</u> <u>And Total</u>
Assets	
Cash	\$ 857,597
Investments	374,580
Receivables	547,675
Prepaid Expenses	10,315
Capital Assets:	
Land	185,570
Other Capital Assets, Net of Depreciation	<u>324,428</u>
Total Capital Assets	<u>509,998</u>
Intangible Assets, Net of Amortization	<u>422,843</u>
Total Assets	<u>2,723,008</u>
Liabilities	
Accounts Payable	46,715
Long-term Liabilities:	
Due Within One Year	16,081
Due In More Than One Year	<u>389,805</u>
Total Liabilities	<u>452,601</u>
Net Assets	
Invested in Capital and Intangible Assets	526,955
Restricted for:	
Emergency Services	357,575
Village Roads	407,916
Capital Improvements	423,861
Restricted Non-Major Fund Activities	248,521
Unrestricted	<u>305,579</u>
Total Net Assets	<u>\$ 2,270,407</u>

See Accompanying Notes to Basic Financial Statements

Tobin & Co.

Green Lake Township Statement of Activities June 30, 2008

Functions/Programs	Program Revenues			Total
	Expenses	Charges For Services	Operating Grants and Contributions	
Governmental Activities:				
Legislative	\$ 284,438	\$ -	\$ -	\$ (284,438)
General Government	228,807	24,740	-	(204,067)
Public Safety	467,895	77,336	2,791	(387,768)
Public Works	39,775	-	9,269	(30,506)
Recreation and Culture	54,592	23,015	1,890	(29,687)
Interest on Debt	19,924	-	-	(19,924)
Total Governmental Activities	<u>\$ 1,095,431</u>	<u>\$ 125,091</u>	<u>\$ 13,950</u>	<u>(956,390)</u>
General Revenues:				
Taxes				517,178
State Grants				342,887
Unrestricted Investment Earnings				54,155
Miscellaneous				<u>167,679</u>
Total General Revenues				1,081,899
Change in Net Assets				125,509
Net Assets – Beginning				<u>2,144,898</u>
Net Assets – Ending				<u>\$ 2,270,407</u>

See Accompanying Notes to Basic Financial Statements

Tobin & Co.

Green Lake Township Balance Sheets Governmental Funds June 30, 2008

	Major Funds				Combined	
	General	Fire	Village of Interlochen	Capital Improvement	Non-Major	Total
Assets						
Cash	\$ 95,330	\$ 318,324	\$ 17,637	\$ 151,325	\$ 274,981	\$ 857,597
Investments	102,044	-	-	272,536	-	374,580
Accounts Receivable	60,581	40,174	-	-	-	100,755
Special Assessment Receivable – Deferred	-	-	390,279	-	54,415	444,694
Due from Other Funds	88,088	-	-	-	2,226	90,314
Prepaid Expenses	<u>10,315</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,315</u>
Total Assets	<u>\$ 356,358</u>	<u>\$ 358,498</u>	<u>\$ 407,916</u>	<u>\$ 423,861</u>	<u>\$ 331,622</u>	<u>\$ 1,878,255</u>
Liabilities and Fund Balances						
Liabilities:						
Accounts Payable	\$ 45,237	\$ 923	\$ -	\$ -	\$ 555	\$ 46,715
Due to Other Funds	-	-	-	-	88,088	88,088
Deferred Revenue	<u>-</u>	<u>-</u>	<u>390,279</u>	<u>-</u>	<u>54,415</u>	<u>444,694</u>
Total Liabilities	<u>45,237</u>	<u>923</u>	<u>390,279</u>	<u>-</u>	<u>143,058</u>	<u>579,497</u>
Fund Balances:						
Restricted	5,542	-	-	-	47,458	53,000
Unrestricted	<u>305,579</u>	<u>357,575</u>	<u>17,637</u>	<u>423,861</u>	<u>141,106</u>	<u>1,245,758</u>
Total Fund Balances	<u>311,121</u>	<u>357,575</u>	<u>17,637</u>	<u>423,861</u>	<u>188,564</u>	<u>1,298,758</u>
Total Liabilities and Fund Balances	<u>\$ 356,358</u>	<u>\$ 358,498</u>	<u>\$ 407,916</u>	<u>\$ 423,861</u>	<u>\$ 331,622</u>	
Amounts reported for governmental activities on the statement of net assets are different because:						
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.						526,955
Special assessments received after 60 days are recognized as revenues and not deferred for the statement of net assets.						<u>444,694</u>
Net assets of governmental activities.						<u>\$ 2,270,407</u>

See Accompanying Notes to Basic Financial Statements

Tobin & Co.

Green Lake Township Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds For the Year Ended June 30, 2008

	Major Funds				Combined	
	General	Fire	Village of Interlochen	Capital Improvement	Non-Major	Total
Revenues						
Taxes	\$ 177,837	\$ 339,341	\$ -	\$ -	\$ -	\$ 517,178
Licenses and Permits	12,903	-	-	-	-	12,903
State Grants	342,887	-	-	-	12,060	354,947
Contributions from Other Units	-	-	-	-	600	600
Charges for Services	41,162	60,858	-	-	-	102,020
Interest and Rents	29,380	9,662	566	17,725	6,390	63,723
Other	76,993	920	36,720	-	45,366	159,999
Total	<u>681,162</u>	<u>410,781</u>	<u>37,286</u>	<u>17,725</u>	<u>64,416</u>	<u>1,211,370</u>
Expenditures						
Legislative	152,913	-	-	-	-	152,913
General Government	216,241	-	-	-	-	216,241
Public Safety	76,610	348,472	-	-	-	425,082
Public Works	8,222	-	-	-	5,489	13,711
Recreation and Culture	49,439	-	-	-	110	49,549
Other	131,525	30,929	-	-	-	162,454
Capital Outlay	4,388	-	2,900	2,592	71,868	81,748
Debt Service	-	-	35,279	-	-	35,279
Total	<u>639,338</u>	<u>379,401</u>	<u>38,179</u>	<u>2,592</u>	<u>77,467</u>	<u>1,136,977</u>
Excess Revenues (Expenditures)	<u>41,824</u>	<u>31,380</u>	<u>(893)</u>	<u>15,133</u>	<u>(13,051)</u>	<u>74,393</u>
Other Financing Sources (Uses):						
Operating Transfers In	5,542	30,563	-	10,000	8,600	54,705
Operating Transfers (Out)	(10,600)	(8,000)	-	-	(36,105)	(54,705)
Total	<u>(5,058)</u>	<u>22,563</u>	<u>-</u>	<u>10,000</u>	<u>(27,505)</u>	<u>-</u>
Excess Revenues (Expenditures) and Other Financing Sources (Uses)	<u>36,766</u>	<u>53,943</u>	<u>(893)</u>	<u>25,133</u>	<u>(40,556)</u>	<u>74,393</u>
Fund Balance -- Beginning of Year	<u>274,355</u>	<u>303,632</u>	<u>18,530</u>	<u>398,728</u>	<u>229,120</u>	
Fund Balance -- End of Year	<u>\$ 311,121</u>	<u>\$ 357,575</u>	<u>\$ 17,637</u>	<u>\$ 423,861</u>	<u>\$ 188,564</u>	

Governmental funds defer new special assessment principal amounts. These are reported as receivables on the Statement of net assets. 67,058

Governmental funds report special assessment principal payments as revenues. These reduce receivables on the statement of net assets. (57,488)

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation and amortization in the current year. 26,191

Governmental funds report principal payments on long-term debt as expenditures. These are reported as a reduction of outstanding debt on the statement of net assets. 15,355

Change in Net Assets of Governmental Activities. \$ 125,509

See Accompanying Notes to Basic Financial Statements

Tobin & Co.

Green Lake Township Statement of Fiduciary Net Assets June 30, 2008

Assets	Agency Funds
Cash	\$ 7,664
Total Assets	\$ 7,664
Liabilities	
Due to Other Funds	\$ 2,226
Undistributed Taxes and Interest	5,438
Total Liabilities	\$ 7,664
Net Assets	\$ -

See Accompanying Notes to Basic Financial Statements

Tobin & Co.

Green Lake Township Notes to Financial Statements June 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Green Lake Township is a general law township located in Grand Traverse County. Population as of the 2000 census was 5,009, and the current taxable value is \$247,861,450.

The Township's basic financial statements include the accounts of all Township operations. The criteria for including organizations within the Township's reporting entity, as set forth in GASB No. 14, "*The Financial Reporting Entity*" includes oversight responsibility, fiscal dependency and whether the financial statements would be misleading if data were not included.

Based on the above criteria, there are no other organizations included in these financial statements.

B. Basis of Presentation

The government-wide financial statements (the statement of net assets and the statement of changes in net assets) report information on all of the activities of the Township. The effect of interfund activity, within the governmental activities column, has been removed from these statements.

The statement of activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given program and 2) operating or capital grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Fund Financial Statements:

The Township segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. These statements present each major fund as a separate column on the fund financial statements; all non-major funds are aggregated and presented in a single column.

Governmental funds are those funds through which most governmental functions typically are financed. The measurement focus of governmental funds is on the sources, uses and balance of current financial resources. The Township has presented the following governmental funds:

General Fund – This fund is used to account for all financial transactions not accounted for in another fund, including the general operating expenditures of the Township. Revenues are derived primarily from property taxes, state distributions or grants, and other intergovernmental revenues.

Special Revenue Funds – These funds are used to account for specific governmental revenues (other than expendable trusts and major capital projects) requiring separate accounting because of legal or regulatory provisions or administrative action.

Fiduciary Funds

These funds are used to account for assets held in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds.

Tobin & Co.

Green Lake Township Notes to Financial Statements June 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus/Basis of Accounting

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide statements are reported using the economic resources measurement focus and the accrual basis of accounting. The economic resources measurement focus means all assets and liabilities (whether current or non-current) are included on the statement of net assets and the operating statements present increases (revenues) and decreases (expenses) in net total assets. Under the accrual basis of accounting, revenues are recognized when earned. Expenses are recognized at the time the liability is incurred.

Governmental fund and agency fund financial statements are reported using the current financial resources measurement focus and are accounted for using the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual; i.e., when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Township considers property taxes as available if they are collected within 60 days after year end. A one-year availability period is used for recognition of all other Governmental Fund revenues. Expenditures are recorded when the related fund liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences are recorded only when payment is due.

The revenue susceptible to accrual are property taxes, franchise fees, licenses, charges for service, interest income and intergovernmental revenues. All other governmental fund revenues are recognized when received.

D. Budgets

The General Fund and Special Revenue Funds are under formal budgetary control. Budgets shown in the required supplementary schedules for these funds were prepared on a basis not significantly different from the modified accrual basis used to reflect actual results and consist only of those amounts contained in the formal budget approved and amended by the Township.

In the body of the financial statements and the required supplementary schedules, the Township's actual and budgeted expenditures for the budgetary funds have been shown on a functional basis. The approved budgets for these funds were adopted to the activity or cost center level.

For budgetary purposes appropriations lapse at fiscal year end.

E. Capital Assets

Capital assets, which includes property, plant, and equipment, are reported in the applicable governmental column in the government-wide financial statements. All capital assets are valued at historical cost or estimated historical cost if actual historical is not available. Donated assets are valued at their fair market value on the date donated. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized. Interest is capitalized during the construction period on property, plant and equipment.

Assets capitalized have an original cost of \$5,000 or more and over one year of useful life. Depreciation has been calculated on each class of depreciable property using the straight-line method. Estimated useful lives are as follows:

Buildings	50 years
Machinery and Equipment	7-10 years

Tobin & Co.

Green Lake Township Notes to Financial Statements June 30, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

F. Property Tax Procedures and Collections

Properties are assessed as of December 31 and the related property taxes become a lien the following July 1 and/or December 1. Real property taxes are collected by the Township Treasurer through February 28 of each year. As of March 1, uncollected real property taxes are returned delinquent to, and collected by, the County Treasurer. Personal property taxes remain the responsibility of the Township Treasurer to collect. It is the policy of the Township to record the real property taxes in the year of levy.

During the collection period prior to March 1, the Township Treasurer makes distribution of the property tax collections to the various taxing units (County, School District, etc.) as required by statute.

For the fiscal year the Township levied property taxes as follows:

	SEV	Taxable Value	Millage Rate
General Operating	\$349,610,140	\$247,861,450	.7096
Emergency Services	\$349,610,140	\$247,861,450	1.3725

G. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

- A. We noted no violations of legal provisions and/or contractual provisions of various agreements related to financial matters.
- B. All funds had positive fund balances at June 30, 2008.
- C. Public Act 621 of 1978, Section 18, provides that a local unit shall not incur expenditures in excess of the amount appropriated. For the year ended June 30, 2008, the following cost centers overexpended their budgets without formal Board amendment.

Capital Improvement Fund – Total	\$ 2,591
Parks and Recreation Fund – Total	\$ 110
Strawberry Pointe #1 Fund – Total	\$ 3,054
Central Park Drive Fund – Total	\$ 1,660

NOTE 3 - DEPOSITS WITH FINANCIAL INSTITUTIONS

A. Legal Provisions for Deposits and Investments

Act 20, Public Acts of 1943, as amended by Act 217, Public Acts of 1982, and Act 196, Public Acts of 1997, states that the Township, by resolution, may authorize the Treasurer to invest surplus funds as follows:

- (1) In bonds and other direct obligations of the United States or an agency or instrumentality of the United States.
- (2) In certificates of deposit, savings accounts, deposit accounts, or depository receipts of a bank which is a member of the Federal Deposit Insurance Corporation or a savings and loan association which is a member of the Federal Savings and Loan Insurance Corporation or a credit union which is insured by the National Credit Union Administration, but only if the bank, savings and loan association, or credit union complies with subsection (2).

Tobin & Co.

Green Lake Township Notes to Financial Statements June 30, 2008

NOTE 3 - DEPOSITS WITH FINANCIAL INSTITUTIONS (Continued)

A. Legal Provisions for Deposits and Investments (Continued)

- (3) In commercial paper rated at the time of purchase within the two highest classifications established by not less than two standard rating services and which matures not more than 270 days after date of purchase.
- (4) Repurchase agreements consisting of instruments defined in (1) above.
- (5) In bankers' acceptances of United States Banks.
- (6) Obligations of the State of Michigan or any of its political subdivisions that at the time of purchase are rated as investment grade by not less than one standard rating service.
- (7) In mutual funds registered under the investment company Act of 1940 with the authority to purchase only investment vehicles that are legal for direct investment by local units of government in Michigan.

B. Types of Deposits and Investments

The Township had \$896,460 deposited with a local financial institution at June 30, 2008 with a carrying value of \$865,261. Interpreting the FDIC insurance coverage of \$100,000 of demand deposits and \$100,000 of time deposits per financial institution, the Township had \$439,033 of uninsured deposits at June 30, 2008.

The Township had \$374,580 invested with Wachovia Securities at June 30, 2008 at fair market value which approximates cost.

NOTE 4 - RECEIVABLES

Receivables at June 30, 2008 consisted of:

General Fund:

State Shared Revenues of \$54,142, State election reimbursement of \$2,971, and Cable TV fees of \$3,469.

Special Assessment Funds:

Special Assessments \$444,694 due in more than one year.

Ambulance Replacement Fund:

Ambulance service fees of \$61,043 less allowance for uncollectible accounts of \$20,869.

NOTE 5 - CAPITAL/INTANGIBLE ASSETS

Capital assets of governmental activities consisted of the following at June 30,

	<u>6/30/07</u>	<u>Additions</u>	<u>Deletions</u>	<u>6/30/08</u>
Land	\$ 130,663	\$ 54,907	\$ -	\$ 185,570
Buildings	531,488	-	-	531,488
Vehicles and Equipment	114,986	-	-	114,986
	777,137	54,907	-	832,044
Less Accumulated Depreciation	(299,532)	(22,514)	-	(322,046)
	<u>\$ 477,605</u>	<u>\$ 32,393</u>	<u>\$ -</u>	<u>\$ 509,998</u>

Intangible assets at June 30, 2008 consisted of major improvements to roads owned and maintained by Grand Traverse County.

	<u>6/30/07</u>	<u>Additions</u>	<u>Deletions</u>	<u>6/30/08</u>
Road Improvements	\$ 463,289	\$ 16,961	\$ -	\$ 480,250
Less Accumulated Amortization	(34,243)	(23,164)	-	(57,407)
	<u>\$ 429,046</u>	<u>\$ (6,203)</u>	<u>\$ -</u>	<u>\$ 422,843</u>

Tobin & Co.

Green Lake Township Notes to Financial Statements June 30, 2008

NOTE 6 - INVENTORIES

Green Lake Township does not maintain a substantial inventory of supplies or materials. Purchases are normally made as needed, and the items are recorded as expenses when purchased.

NOTE 7 - LONG-TERM DEBT

On October 1, 2005 the Township issued \$460,000 in special assessment bonds for the purpose of road construction, with the bonds to be paid back over 20 years with the collection of special assessments of the affected property owners. Principal and interest is payable every May 1 beginning May 1, 2006 and the interest rate is 4.73%. \$15,355 was paid on principal in the year ended June 30, 2008.

Debt service requirements to maturity:

<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>
2009	\$ 16,081	\$ 19,198
2010	16,842	18,438
2011	17,638	17,641
2012	18,473	16,807
2013	19,346	15,933
2014	20,261	15,018
2015	21,220	14,060
2016	22,223	13,056
2017	23,275	12,005
2018	24,375	10,904
2019	25,528	9,751
2020	26,736	8,544
2021	28,000	7,279
2022	29,325	5,954
2023	30,712	4,567
2024	32,165	3,115
2025	<u>33,686</u>	<u>1,593</u>
	<u>\$ 405,886</u>	<u>\$ 193,863</u>

NOTE 8 - PENSION PLAN

The Township maintains a defined contribution money purchase pension plan for Michigan Township employees under contract with Municipal Retirement Systems, Inc. Listed below is a summary of the significant plan provisions:

A. Eligibility Requirements

1. Attained age of 18.
2. Minimum service of 180 days.
3. All Township officials and full-time employees.
4. Eleven employees were eligible for the 2007-2008 plan year.

B. Contributions

1. Approximately 10% of annual compensation funded 100% by the Township on an annual basis.
2. Compensation determined by the wages for the fiscal year coinciding with or ending within the Plan year.

C. Vesting

1. Contributions are vested to the employee immediately upon early retirement, termination of service, death, disability, or normal retirement at 100%.

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Green Lake Township
Notes to Financial Statements
June 30, 2008

NOTE 8 - PENSION PLAN (Continued)

D. Plan Administration

1. The plan is administered by Municipal Retirement Systems, Inc. During the year of audit, the total Township contributions paid for the plan year were \$30,851. Covered payroll was \$285,033 out of a total Township payroll of \$391,000 for the audit year.

NOTE 9- RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the audit year the Township addressed these risks through the purchase of commercial insurance through Municipal Underwriters of Michigan. There was no significant reduction of insurance coverage from prior years nor have the amounts of any settlements exceeded insurance coverage in any of the past three fiscal years.

NOTE 10- COMPENSATED ABSENCES

Full-time employees earn vacation time up to three weeks depending on length of service and up to nine days accumulated sick leave earned at ½ day per month. There is no provision for carryover of vacation or payment of unused sick leave except to the estate of a deceased employee.

SUPPLEMENTAL DATA SECTION

Tobin & Co.

Green Lake Township Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual General Fund For the Year Ended June 30, 2008

Schedule 1
Page 1

<u>Revenues</u>	<u>Budgetary Amounts</u>		<u>Actual</u>	Variance Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Taxes:				
Property Taxes	\$ 165,000	\$ 165,000	\$ 175,141	\$ 10,141
Penalties and Interest on Taxes	97	97	601	504
Swamp Tax and Commercial Forest	2,115	2,115	2,077	(38)
Mobile Home Park	18	18	18	-
Licenses and Permits:				
Land Use Permits	8,000	8,000	7,350	(650)
Special Use Permits	5,000	5,000	5,553	553
State Grants:				
State Shared Revenues	343,927	343,927	342,887	(1,040)
Charges for Services:				
Summer Tax Collection	15,487	15,487	15,167	(320)
Zoning	3,500	3,500	3,575	75
Recreation	18,700	18,700	21,020	2,320
Cemetery Lots	150	150	1,400	1,250
Interest and Rents:				
Interest	15,500	15,500	19,812	4,312
Rents	9,850	9,850	9,568	(282)
Other:				
Cable Franchise Fees	70,000	70,000	66,211	(3,789)
Refunds and Reimbursements	5,200	5,200	7,890	2,690
Miscellaneous	<u>2,000</u>	<u>2,000</u>	<u>2,892</u>	<u>892</u>
Total Revenues	<u>664,544</u>	<u>664,544</u>	<u>681,162</u>	<u>16,618</u>
 <u>Expenditures</u>				
Legislative:				
Township Board:				
Salaries and Wages	-	-	51,482	-
Supplies	-	-	542	-
Postage	-	-	7,012	-
Professional Services	-	-	77,623	-
Membership and Dues	-	-	11,454	-
Printing and Publishing	-	-	4,514	-
Maintenance and Repairs	-	-	96	-
Education and Training	<u>-</u>	<u>-</u>	<u>190</u>	<u>-</u>
Total	<u>131,069</u>	<u>127,569</u>	<u>152,913</u>	<u>(25,344)</u>
Total Legislative	<u>131,069</u>	<u>127,569</u>	<u>152,913</u>	<u>(25,344)</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

Tobin & Co.

Green Lake Township Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual General Fund For the Year Ended June 30, 2008

Schedule 1
Page 2

	<u>Budgetary Amounts</u>		<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Expenditures (Continued)</u>				
General Government:				
Township Supervisor:				
Salaries and Wages	-	-	36,961	-
Supplies	-	-	159	-
Membership and Dues	-	-	371	-
Mileage and Travel	-	-	1,507	-
Telephone	-	-	1,372	-
Education and Training	-	-	319	-
Total	<u>41,860</u>	<u>41,860</u>	<u>40,689</u>	<u>1,171</u>
Elections:				
Salaries and Wages	-	-	5,327	-
Supplies and Postage	-	-	578	-
Mileage and Travel	-	-	10	-
Printing and Publishing	-	-	126	-
Education and Training	-	-	11	-
Total	<u>3,100</u>	<u>6,100</u>	<u>6,052</u>	<u>48</u>
Assessor:				
Salaries and Wages	-	-	32,910	-
Supplies	-	-	889	-
Professional Services	-	-	1,020	-
Membership and Dues	-	-	1,040	-
Mileage and Travel	-	-	494	-
Telephone	-	-	135	-
Education and Training	-	-	1,798	-
Total	<u>51,950</u>	<u>51,950</u>	<u>38,286</u>	<u>13,664</u>
Clerk:				
Salaries and Wages	-	-	40,905	-
Supplies and Postage	-	-	763	-
Membership and Dues	-	-	1,603	-
Mileage and Travel	-	-	721	-
Telephone	-	-	133	-
Total	<u>48,761</u>	<u>48,561</u>	<u>44,125</u>	<u>4,436</u>
Board of Review:				
Salaries and Wages	-	-	860	-
Supplies	-	-	2	-
Printing and Publishing	-	-	90	-
Education and Training	-	-	129	-
Total	<u>1,690</u>	<u>1,690</u>	<u>1,081</u>	<u>609</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

Tobin & Co.

Green Lake Township Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual General Fund For the Year Ended June 30, 2008

Schedule 1
Page 3

	<u>Budgetary Amounts</u>		<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Expenditures (Continued)</u>				
General Government (Continued):				
Treasurer:				
Salaries and Wages	-	-	39,552	-
Supplies	-	-	83	-
Professional Services	-	-	2,936	-
Membership and Dues	-	-	1,100	-
Mileage and Travel	-	-	308	-
Printing and Publishing	-	-	46	-
Telephone	-	-	133	-
Education and Training	-	-	135	-
Total	<u>50,411</u>	<u>50,411</u>	<u>44,293</u>	<u>6,118</u>
Township Hall and Grounds:				
Supplies	-	-	5,345	-
Public Utilities	-	-	7,722	-
Telephone	-	-	1,906	-
Maintenance and Repairs	-	-	6,190	-
Total	<u>24,500</u>	<u>21,700</u>	<u>21,163</u>	<u>537</u>
Golden Fellowship Hall:				
Salaries and Wages	-	-	1,031	-
Supplies	-	-	701	-
Public Utilities	-	-	2,754	-
Maintenance and Repairs	-	-	9,845	-
Total	<u>12,800</u>	<u>12,800</u>	<u>14,331</u>	<u>(1,531)</u>
Cemetery:				
Supplies	-	-	152	-
Contracted Labor	-	-	2,175	-
Public Utilities	-	-	707	-
Maintenance and Repairs	-	-	3,187	-
Total	<u>4,050</u>	<u>4,050</u>	<u>6,221</u>	<u>(2,171)</u>
Total General Government	<u>239,122</u>	<u>239,122</u>	<u>216,241</u>	<u>22,881</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

Tobin & Co.

Green Lake Township Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual General Fund For the Year Ended June 30, 2008

Schedule 1
Page 4

	<u>Budgetary Amounts</u>		<u>Actual</u>	<u>Variance</u> <u>Favorable</u> <u>(Unfavorable)</u>
<u>Expenditures (Continued)</u>	<u>Original</u>	<u>Final</u>		
Public Safety :				
Planning:				
Salaries and Wages	-	-	46,391	-
Supplies	-	-	1,118	-
Professional Services	-	-	20,402	-
Membership and Dues	-	-	1,421	-
Mileage and Travel	-	-	435	-
Printing and Publishing	-	-	4,316	-
Telephone	-	-	133	-
Education and Training	-	-	55	-
Total	<u>85,441</u>	<u>85,441</u>	<u>74,271</u>	<u>11,170</u>
Zoning Board of Appeals:				
Salaries and Wages	-	-	1,550	-
Mileage and Travel	-	-	136	-
Printing and Publishing	-	-	263	-
Education and Training	-	-	390	-
Total	<u>4,595</u>	<u>4,595</u>	<u>2,339</u>	<u>2,256</u>
Total Public Safety	<u>90,036</u>	<u>90,036</u>	<u>76,610</u>	<u>13,426</u>
Public Works:				
Street Lighting	<u>6,500</u>	<u>7,500</u>	<u>8,222</u>	<u>(722)</u>
Total Public Works	<u>6,500</u>	<u>7,500</u>	<u>8,222</u>	<u>(722)</u>
Recreation and Culture:				
Airport:				
Salaries and Wages	-	-	2	-
Membership and Dues	-	-	25	-
Total	<u>427</u>	<u>427</u>	<u>27</u>	<u>400</u>
Parks and Recreation:				
Salaries and Wages	-	-	3,798	-
Supplies	-	-	9,391	-
Membership and Dues	-	-	2,277	-
Contracted Labor	-	-	5,640	-
Mileage and Travel	-	-	100	-
Printing and Publishing	-	-	196	-
Public Utilities	-	-	992	-
Telephone	-	-	256	-
Maintenance and Repairs	-	-	26,762	-
Total	<u>45,365</u>	<u>47,865</u>	<u>49,412</u>	<u>(1,547)</u>
Total Recreation and Culture	<u>45,792</u>	<u>48,292</u>	<u>49,439</u>	<u>(1,147)</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

Tobin & Co.

Green Lake Township
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
General Fund
For the Year Ended June 30, 2008

Schedule 1
Page 5

	<u>Budgetary Amounts</u>		<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Expenditures (Continued)</u>				
Other:				
Contributions to Other Units – Library	6,000	6,000	6,016	(16)
Employee Benefits and Insurance	<u>136,311</u>	<u>136,311</u>	<u>125,509</u>	<u>10,802</u>
Total Other	<u>142,311</u>	<u>142,311</u>	<u>131,525</u>	<u>10,786</u>
Capital Outlay	<u>31,200</u>	<u>31,200</u>	<u>4,388</u>	<u>26,812</u>
Contingency	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total Expenditures	<u>691,030</u>	<u>691,030</u>	<u>639,338</u>	<u>51,692</u>
Excess Revenues (Expenditures)	<u>(26,486)</u>	<u>(26,486)</u>	<u>41,824</u>	<u>68,310</u>
Other Financing Sources (Uses)				
Operating Transfers In	30,000	30,000	5,542	(24,458)
Operating Transfers (Out)	<u>(10,600)</u>	<u>(10,600)</u>	<u>(10,600)</u>	<u>-</u>
Total	<u>19,400</u>	<u>19,400</u>	<u>(5,058)</u>	<u>(24,458)</u>
Excess Revenues (Expenditures) and Other Financing Sources (Uses)	(1) <u>\$ (7,086)</u>	<u>\$ (7,086)</u>	36,766	<u>\$ 43,852</u>
Fund Balance – Beginning of Year			<u>274,355</u>	
Fund Balance – End of Year			<u>\$ 311,121</u>	
(1) Budgeted from Fund Balance				

The Notes to the Basic Financial Statements are an integral part of this statement.

Tobin & Co.

Green Lake Township Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual Fire Fund For the Year Ended June 30, 2008

Schedule 2
Page 1

	<u>Budgetary Amounts</u>		<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Taxes:				
Property Taxes	\$ 343,102	\$ 343,102	\$ 339,341	\$ (3,761)
Charges for Services:				
Fees	75,000	75,000	60,858	(14,142)
Interest and Rents:				
Interest	10,000	10,000	9,662	(338)
Other:				
Refunds and Reimbursements	-	-	920	920
Total	<u>428,102</u>	<u>428,102</u>	<u>410,781</u>	<u>(17,321)</u>
<u>Expenditures</u>				
Fire:				
Salaries and Wages	-	-	50,920	-
Supplies	-	-	3,497	-
Uniforms	-	-	357	-
Membership and Dues	-	-	99	-
Contractual Services	-	-	159,893	-
Mileage and Travel	-	-	1,439	-
Public Utilities	-	-	2,156	-
Telephone	-	-	1,710	-
Maintenance and Repairs	-	-	1,632	-
Total	<u>226,059</u>	<u>226,059</u>	<u>221,703</u>	<u>4,356</u>
Ambulance:				
Salaries and Wages	-	-	71,964	-
Supplies	-	-	7,550	-
Uniforms	-	-	947	-
Gas and Oil	-	-	3,341	-
Membership and Dues	-	-	385	-
Contractual Services	-	-	8,618	-
Mileage and Travel	-	-	458	-
Maintenance and Repairs	-	-	6,240	-
Education and Training	-	-	3,027	-
Uncollectible Accounts	-	-	24,239	-
Total	<u>108,299</u>	<u>108,299</u>	<u>126,769</u>	<u>(18,470)</u>
Employee Benefits and Insurance	<u>38,794</u>	<u>38,794</u>	<u>30,929</u>	<u>7,865</u>
Capital Outlay	<u>4,500</u>	<u>4,500</u>	<u>-</u>	<u>4,500</u>
Total Expenditures	<u>377,652</u>	<u>377,652</u>	<u>379,401</u>	<u>(1,749)</u>
Excess Revenues (Expenditures)	<u>50,450</u>	<u>50,450</u>	<u>31,380</u>	<u>(19,070)</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

Tobin & Co.

Green Lake Township Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual Fire Fund For the Year Ended June 30, 2008

Schedule 2
Page 2

	<u>Budgetary Amounts</u>		<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Other Financing Sources (Uses):				
Operating Transfers In	-	-	30,563	30,563
Operating Transfer (Out)	(8,000)	(8,000)	(8,000)	-
Total	(8,000)	(8,000)	22,563	30,563
Excess Revenues (Expenditures) and Other Financing Sources (Uses)	\$ 42,450	\$ 42,450	53,943	\$ 11,493
Fund Balance – Beginning of Year			303,632	
Fund Balance – End of Year			\$ 357,575	

The Notes to the Basic Financial Statements are an integral part of this statement.

Tobin & Co.

Green Lake Township
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual
Village of Interlochen Special Assessment Fund
For the Year Ended June 30, 2008

Schedule 3

	<u>Budgetary Amounts</u>		<u>Actual</u>	<u>Variance</u> <u>Favorable</u> <u>(Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Interest and Rents:				
Interest	\$ 20,952	\$ 20,952	\$ 566	\$ (20,386)
Other:				
Special Assessments	<u>-</u>	<u>-</u>	<u>36,720</u>	<u>36,720</u>
Total Revenues	<u>20,952</u>	<u>20,952</u>	<u>37,286</u>	<u>16,334</u>
<u>Expenditures</u>				
Capital Outlay	-	-	2,900	-
Debt Service – Principal	-	-	15,355	-
Debt Service – Interest and Penalties	<u>-</u>	<u>-</u>	<u>19,924</u>	<u>-</u>
Total Expenditures	<u>35,279</u>	<u>35,279</u>	<u>38,179</u>	<u>(2,900)</u>
Excess Revenues (Expenditures)	(1) <u>\$ (14,327)</u>	<u>\$ (14,327)</u>	(893)	<u>\$ 13,434</u>
Fund Balance – Beginning of Year			<u>18,530</u>	
Fund Balance – End of Year			<u>\$ 17,637</u>	
(1) Budgeted from Fund Balance				

The Notes to the Basic Financial statements are an integral part of this statement.

Tobin & Co.

Green Lake Township Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual Capital Improvement Fund For the Year Ended June 30, 2008

Schedule 4

	<u>Budgetary Amounts</u>		<u>Actual</u>	<u>Variance</u> <u>Favorable</u> <u>(Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues</u>				
Interest and Rents:				
Interest	\$ 22,000	\$ 22,000	\$ 17,725	\$ (4,275)
Total	<u>22,000</u>	<u>22,000</u>	<u>17,725</u>	<u>(4,275)</u>
<u>Expenditures</u>				
Capital Outlay	<u>-</u>	<u>-</u>	<u>2,592</u>	<u>(2,592)</u>
Total	<u>-</u>	<u>-</u>	<u>2,592</u>	<u>(2,592)</u>
Excess Revenues (Expenditures)	<u>22,000</u>	<u>22,000</u>	<u>15,133</u>	<u>(6,867)</u>
Other Financing Sources (Uses)				
Operating Transfers In	10,000	10,000	10,000	-
Operating Transfers (Out)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>-</u>
Excess Revenues (Expenditures) and Other Financing Sources (Uses)	<u>\$ 32,000</u>	<u>\$ 32,000</u>	25,133	<u>\$ (6,867)</u>
Fund Balance – Beginning of Year			<u>398,728</u>	
Fund Balance – End of Year			<u>\$ 423,861</u>	

The Notes to the Basic Financial Statements are an integral part of this statement.

Tobin & Co.

Green Lake Township Combining Balance Sheet Non-Major Governmental Funds June 30, 2008

Schedule 5
Page 1

<u>Assets</u>	<u>Metro Account</u>	<u>Ambulance Replacement</u>	<u>Parks and Recreation</u>	<u>Liquor Law Enforcement</u>	<u>Library</u>	<u>EDC</u>	<u>Betsie River Road SA</u>
Cash	\$ 47,458	\$ 131,710	\$ 7,898	\$ -	\$ 21,044	\$ 3,175	\$ 37,937
Special Assessment Receivable - Deferred	-	-	-	-	-	-	-
Due from Other Funds	-	-	-	-	-	-	-
Total Assets	\$ 47,458	\$ 131,710	\$ 7,898	\$ -	\$ 21,044	\$ 3,175	\$ 37,937
<u>Liabilities and Fund Balances</u>							
Liabilities:							
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to Other Funds	-	-	-	-	-	100	-
Deferred Revenue	-	-	-	-	-	-	-
Total Liabilities	-	-	-	-	-	100	-
Fund Balances:							
Restricted	47,458	-	-	-	-	-	-
Unreserved	-	131,710	7,898	-	21,044	3,075	37,937
Total Fund Balances	47,458	131,710	7,898	-	21,044	3,075	37,937
Total Liabilities and Fund Balances	\$ 47,458	\$ 131,710	\$ 7,898	\$ -	\$ 21,044	\$ 3,175	\$ 37,937

The Notes to the Basic Financial Statements are an integral part of this statement.

Tobin & Co.

Green Lake Township
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2008

Schedule 5
Page 2

<u>Assets</u>	<u>Central Park Dr. Rd.Maint</u>	<u>Azelea Drive SA</u>	<u>Lake Ave. SA</u>	<u>Strawberry Pointe SA #1</u>	<u>Strawberry Pointe Land SA</u>	<u>Total</u>
Cash	\$ 744	\$ 10,452	\$ -	\$ 14,563	\$ -	\$ 274,981
Special Assessment Receivable - Deferred	-	7,200	-	47,215	-	54,415
Due from Other Funds	-	-	-	2,226	-	2,226
Total Assets	<u>\$ 744</u>	<u>\$ 17,652</u>	<u>\$ -</u>	<u>\$ 64,004</u>	<u>\$ -</u>	<u>\$ 331,622</u>
<u>Liabilities and Fund Balances</u>						
Liabilities:						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ 555	\$ 555
Due to Other Funds	-	16,000	17,081	54,907	-	88,088
Deferred Revenue	-	7,200	-	47,215	-	54,415
Total Liabilities	-	23,200	17,081	102,122	555	143,058
Fund Balances:						
Restricted	-	-	-	-	-	47,458
Unreserved	744	(5,548)	(17,081)	(38,118)	(555)	141,106
Total Fund Balances	744	(5,548)	(17,081)	(38,118)	(555)	188,564
Total Liabilities and Fund Balances	<u>\$ 744</u>	<u>\$ 17,652</u>	<u>\$ -</u>	<u>\$ 64,004</u>	<u>\$ -</u>	<u>\$ 331,622</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

Tobin & Co.

Green Lake Township Combining Statement of Revenues, Expenditures and Changes in Fund Balance Non-Major Governmental Funds For the Year Ended June 30, 2008

Schedule 6
Page 1

<u>Revenues</u>	<u>Metro Account</u>	<u>Ambulance Replacement</u>	<u>Parks and Recreation</u>	<u>Liquor Law Enforcement</u>	<u>Library</u>	<u>EDC</u>	<u>Betsie River Road SA</u>
State Grants:							
Metro Act	\$ 9,269	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
License Fees	-	-	-	2,791	-	-	-
Contributions from							
Local Units	-	-	-	-	600	-	-
Interest and Rents:							
Interest	-	5,420	226	-	744	-	-
Other:							
Contributions	-	-	1,890	-	-	-	-
Special Assessments	-	-	-	-	-	-	17,367
Total Revenues	<u>9,269</u>	<u>5,420</u>	<u>2,116</u>	<u>2,791</u>	<u>1,344</u>	<u>-</u>	<u>17,367</u>
<u>Expenditures</u>							
Public Works	-	-	-	-	-	100	-
Recreation and Culture	-	-	110	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>110</u>	<u>-</u>	<u>-</u>	<u>100</u>	<u>-</u>
Excess Revenues (Expenditures)	<u>9,269</u>	<u>5,420</u>	<u>2,006</u>	<u>2,791</u>	<u>1,344</u>	<u>(100)</u>	<u>17,367</u>
Other Financing Sources (Uses):							
Operating Transfers In	-	8,000	-	-	600	-	-
Operating Transfers (Out)	-	(30,563)	-	(5,542)	-	-	-
Total	<u>-</u>	<u>(22,563)</u>	<u>-</u>	<u>(5,542)</u>	<u>600</u>	<u>-</u>	<u>-</u>
Excess Revenues (Expenditures) And Other Financing Sources (Uses)	<u>9,269</u>	<u>(17,143)</u>	<u>2,006</u>	<u>(2,751)</u>	<u>1,944</u>	<u>(100)</u>	<u>17,367</u>
Fund Balance -- Beginning of Year	<u>38,189</u>	<u>148,853</u>	<u>5,892</u>	<u>2,751</u>	<u>19,100</u>	<u>3,175</u>	<u>20,570</u>
Fund Balance -- End of Year	<u>\$ 47,458</u>	<u>\$ 131,710</u>	<u>\$ 7,898</u>	<u>\$ -</u>	<u>\$ 21,044</u>	<u>\$ 3,075</u>	<u>\$ 37,937</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

Tobin & Co.

Green Lake Township Combining Statement of Revenues, Expenditures and Changes in Fund Balance Non-Major Governmental Funds For the Year Ended June 30, 2008

Schedule 6
Page 2

<u>Revenues</u>	<u>Central Park Dr. Rd.Maint</u>	<u>Azelea Drive SA</u>	<u>Lake Ave. SA</u>	<u>Strawberry Pointe SA #1</u>	<u>Strawberry Pointe Land SA</u>	<u>Total</u>
State Grants:						
Metro Act	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,269
License Fees	-	-	-	-	-	2,791
Contributions from						
Local Units	-	-	-	-	-	600
Interest and Rents:						
Interest	-	-	-	-	-	6,390
Other:						
Contributions	-	-	-	-	-	1,890
Special Assessments	<u>1,498</u>	<u>4,768</u>	<u>-</u>	<u>19,843</u>	<u>-</u>	<u>43,476</u>
Total Revenues	<u>1,498</u>	<u>4,768</u>	<u>-</u>	<u>19,843</u>	<u>-</u>	<u>64,416</u>
<u>Expenditures</u>						
Public Works	1,660	-	120	3,054	555	5,489
Recreation and Culture	-	-	-	-	-	110
Capital Outlay	<u>-</u>	<u>-</u>	<u>16,961</u>	<u>54,907</u>	<u>-</u>	<u>71,868</u>
Total Expenditures	<u>1,660</u>	<u>-</u>	<u>17,081</u>	<u>57,961</u>	<u>555</u>	<u>77,467</u>
Excess Revenues (Expenditures)	<u>(162)</u>	<u>4,768</u>	<u>(17,081)</u>	<u>(38,118)</u>	<u>(555)</u>	<u>(13,051)</u>
Other Financing Sources (Uses):						
Operating Transfers In	-	-	-	-	-	8,600
Operating Transfers (Out)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(36,105)</u>
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(27,505)</u>
Excess Revenues (Expenditures) And Other Financing Sources (Uses)	(162)	4,768	(17,081)	(38,118)	(555)	(40,556)
Fund Balance – Beginning of Year	<u>906</u>	<u>(10,316)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>229,120</u>
Fund Balance – End of Year	<u>\$ 744</u>	<u>\$ (5,548)</u>	<u>\$ (17,081)</u>	<u>\$ (38,118)</u>	<u>\$ (555)</u>	<u>\$ 188,564</u>

The Notes to the Basic Financial Statements are an integral part of this statement.

Tobin & Co.

Green Lake Township
Statement of Changes in Assets and Liabilities
Current Tax Collection Fund
For the Year Ended June 30, 2008

Schedule 7

	<u>Balance</u> <u>6/30/07</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>6/30/08</u>
<u>Assets</u>				
Cash	\$ 29,309	\$ 7,565,620	\$ 7,587,265	\$ 7,664
Total Assets	\$ 29,309	\$ 7,565,620	\$ 7,587,265	\$ 7,664
<u>Liabilities</u>				
Undistributed Taxes and Interest	\$ 29,309	\$ 7,565,620	\$ 7,587,265	\$ 7,664
Total Liabilities	\$ 29,309	\$ 7,565,620	\$ 7,587,265	\$ 7,664

The Notes to the Basic Financial Statements are an integral part of this statement.

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Green Lake Township 2007 Property Tax Levy and Collections For the Year Ended June 30, 2008

Schedule 8

	<u>Millage Rate</u>	<u>Adjusted Levy</u>	<u>Collected</u>	<u>Returned Delinquent</u>
County Allocated	4.9838	\$ 1,234,441	\$ 1,169,259	\$ 65,182
County Medical Care	0.6595	163,335	151,299	12,036
County Commission on Aging	0.4858	120,224	111,445	8,779
State Education	6.0000	1,483,854	1,407,693	76,161
School District	21.1000	2,376,521	2,223,721	152,800
School District	21.7500	186,094	178,782	7,312
School District	22.7800	767	767	-
Intermediate School District	2.9334	726,551	686,984	39,567
College	2.8700	710,765	665,259	45,506
Library	1.1378	281,778	261,135	20,643
BATA	0.3283	81,300	75,308	5,992
Township - General	0.7096	175,751	162,794	12,957
- Emergency Services	1.3725	339,954	314,891	25,063
State Commercial Forest Reserve		189	189	-
Special Assessments		<u>69,725</u>	<u>57,548</u>	<u>12,177</u>
Total		<u>\$ 7,951,249</u>	<u>\$ 7,467,074</u>	<u>\$ 484,175</u>
Percent of Levy Collected	93.91%			

The Notes to the Basic Financial Statements are an integral part of this statement.

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To the Township Board
Green Lake Township

We have audited the financial statements of Green Lake Township for the year ended June 30, 2008 and have issued our report thereon dated November 24, 2008. Professional standards require that we provide you with the following information related to our audit.

Our Responsibility Under U.S. Generally Accepted Auditing Standards

As stated in our engagement letter dated May 5, 2008, our responsibility, as described by professional standards, is to plan and perform our audit to obtain reasonable, but not absolute, assurance that the financial statements are free of material misstatement and are fairly presented in accordance with U.S. generally accepted accounting principles. Because an audit is designed to provide reasonable but not absolute assurance, and because we did not perform a detailed examination of all transactions, there is a risk that material misstatements may exist but not be detected by us.

As part of our audit, we considered the internal control of Green Lake Township. Such consideration was solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

Internal Control

In planning and performing our audit, we considered the internal control over financial reporting of the Township as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing opinion on the effectiveness of the internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the ability to initiate, authorize, record, process or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood

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that a misstatement of the financial statements that is more than inconsequential will not be prevented or detected by the internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the internal control. Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we consider each of the following significant deficiencies to be a material weakness.

Segregation of Duties

A properly designed system of internal control segregates the accounting responsibilities from employees who have access to physical assets such as cash, investments and payroll, from authorization and approval of transactions and account reconciliations. The small size of the administrative staff precludes a complete segregation of duties resulting in more than a remote risk that material misstatements could occur and not be detected in the normal course.

Ambulance Receivables

The balance of ambulance receivables in the general ledger of the Township at June 30, 2008 contained many receivables which appear to be uncollectible. A proposed adjustment has been made to increase the allowance for doubtful accounts as an offset to that balance. The individual accounts that make up that balance should be reviewed and written off where appropriate against the allowance for doubtful accounts.

Special Assessment Accumulated Deficits

Deficit fund balance for Township governmental funds is prohibited by State guidelines. Three special assessments show a deficit fund balance at June 30, 2008. As per correspondence between the Township treasurer and the Michigan Townships Association, the Township needs to prepare a deficit recovery plan showing that the special assessment revenues will increase the fund balances and the payments to the general fund against the amounts due the general fund will reduce the liabilities at the same time. This deficit recovery plan can then be filed with the State copies of the audit report.

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Reporting Financial Data

The above definition of a significant deficiency includes any condition that adversely affects the ability to report financial data in accordance with generally accepted accounting principles ("GAAP"). As a matter of convenience, the Township has always relied upon its auditors to prepare financial statements and related notes and supplemental schedules for external reporting in accordance with GAAP. As a consequence, the Township has not developed the tools and resources necessary to enable its employees to prepare reports in conformity with GAAP in the normal course of performing their assigned functions. The Township has committed the resources necessary to meet its internal reporting needs. In this regard, it is not unlike many other townships of its size.

Significant Accounting Policies

Management has the responsibility for selection and use of appropriate accounting policies. In accordance with the terms of our engagement letter, we will advise management about the appropriateness of accounting policies and their application. The significant accounting policies used by Green Lake Township are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2007-2008. We noted no transactions entered into by the Township during the year that were both significant and unusual and of which, under professional standards, we are required to inform you, or transactions for which there is a lack of authoritative guidance or consensus.

Accounting Estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. However, none of management's estimates are considered to be particularly sensitive.

Audit Adjustments

For purposes of this letter, professional standards define an audit adjustment as a proposed correction of the financial statements that, in our judgment, may not have been detected except through our auditing procedures. An audit adjustment may or may not indicate matters that could have a significant effect on the Township's financial reporting process (that is, cause future financial statements to be materially misstated). In our judgment, none of the adjustments we proposed, whether recorded or unrecorded by the Township, either individually or in the aggregate, indicates matters that could have a significant effect on the Township's financial reporting process.

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Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting or auditing matter that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Township's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

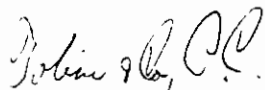
Issues Discussed Prior to Retention of Independent Auditors

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Township's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

No Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

This information is intended solely for the use of the Township Board and management of Green Lake Township and is not intended to be and should not be used by anyone other than these specified parties.



Tobin & Co., P.C.

November 24, 2008